

### Castor Domestic Fundamentals:

- **Cash market moved up on Wednesday as expected after trading lower** for the whole week. Sellers were unwilling to sell their seed at lower level and virtual trade was hampered in bearish inner tone. Futures market too traded lower in last three-four days however smart recovery was seen at last trading session yesterday. Inner tone in the market still stays firm in the medium term. Better rainfall in main growing belt is expected to enhance sowing activities in Rajasthan ,Gujarat and Andhra Pradesh.
- **However,it would be too early to say about area shift from castor to guar or vice** –at this point of time. Rainfall during next one month would remain crucial. There is a general view that castor production would be higher by 3 to 4 lakh T than last year,given the normal weather condition in August and Sept.
- **Market is expected to face short supply of seed August onward. Out of 15.8 lakh** tonne seed available for crushing almost 7 lakh tonne seed has been crushed so far. Around 3 lakh tonne seed is available with big players who would prefer releasing seed in parts or may retain it for three –four months from now. So availability of seed for the rest of the year would fall short against actual monthly seed requirement of over one lakh tonne. It will push market up once again.
- **No trade of oil/meal for export was reported today.FOB Quote for Castor oil first grade at Kandla has decreased** from \$1475 to \$1460 per tonne last week., it is almost 15.51 percent higher than the price realised in July 2013. In local market commercial grade castor oil is being quoted at Rs 84500 per tonne, almost Rs 1500 per tonne lower than last week. In \$ term it comes to \$1445/1448 per tonne. It is 17.95 percent higher than the price in July, 2013.Importers may wait for a week to start fresh deal. Agriwatch expects price to stabilize near \$1445 to \$1450 per tonne.
- **Govt has released third adv. Estimate of foodgrains** for 2013-14 on 15, May, 2014. The govt. has estimated 16.64 lakh tonne production this year against the target of 15.81 lakh tonne. Govt. Production target for 2014-15 has been set at 16.65 lakh tonne.

### International Market Update:

- **FoB quotes for castor oil at Kandla were quoted around \$ 1455 per tonne** for export. However, no trade was reported today. Price has decreased almost \$25/30 per tonne in last one week as seed prices declined much more than expectation. Seed availability for this month is ample as considerable quantity from NCDEX ware houses for delivery in July is due despite lower pace of delivered seed.
- **Buyers like EU, USA and China remain sidelined.** Export quote for meal decreased from \$110 to \$107 per tonne. Price of castor oil in Rotterdam too has decreased from \$1755to \$1750 per metric tonne in last one week.

**Domestic market Outlook:** Market may stay steady to slightly firm .

NCDEX Castor Futures								Date: 23.07.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Aug-14	-66	4164	4170	4051	4075	142120	11480	207100	-13750
Sept-14	-60	4270	4296	4171	4198	73830	22150	111660	1120
Aug-14	-51	4387	4409	4293	4320	28080	-180	85560	-2410

Spread	Aug-14	Sept-14	Oct-14	Nov-14
Spot/De esa				
Aug-14	0			
Sep-14		123		
Aug-14			122	

Stocks	Demat	In- Process	Total	FED
	22.7.2014	22.7.2014	22.7.2014	22.7.2014
Bhabhar	981	0	981	981
Deesa	35210	251	35461	35210
Kadi	59863	102	59965	59843
Patan	52730	671	53401	53029

### Castor Seed Daily Prices on 23 July 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			23-Jul-14	22-Jul-14	
Castor Seed	Rajasthan	Sumerpur	3900	3875	25
		Jodhpur	3700	3700	Unch
	Gujarat	Rajkot	3950	3925	25
		Gondal	3930	3930	Unch
		Patan	4120	4050	70
		Deesa	4075	4045	30
		Mehsana	4055	4010	45
		Kadi	4090	4000	90
		Ahmedabad	4075	4000	75

### Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			23-Jul-14	22-Jul-14	
Castor Seed	Rajasthan	Sumerpur	80	80	Unch
		Jodhpur	80	80	Unch
	Gujarat	Rajkot	410	110	300
		Gondal	108	177	-69
		Patan	1602	1883	-281
		Deesa	470	609	-139
		Mehsana	508	400	108
		Kadi	560	760	-200
		Other Gujarat	10742	14861	-4119
	Total Arrival		14560	18960	-4400

**Note: We have incorporated traded quantity of seed in particular mandis. It does not signify the total arrivals.**

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